1	MR. WILSON: Yes.
2	(Eltzroth Deposition Exhibit No. 3 was
3	marked for identification.)
4	BY MR. WILSON:
5	Q. The only page I'm going to ask you questions
6	about is the next-to-last page, but feel free to review
7	the whole document if you would like.
8	MR. SEEGULL: Why don't you review the
9	whole document. We're off the record.
10	(Discussion off the record.)
11	BY MR. WILSON:
12	Q. I'd like to refer you to the next-to-last page
13	of the document. It's marked D-10065 at the bottom.
14	Have you ever seen this document before?
15	A. No.
16	Q. Have you ever seen documents like this before?
17	A. No.
18	MR. WILSON: That's all the questions I
19	have for you right now. Mr. Seegull may have some
20	questions for you.
21	MR. SEEGULL: No, no questions.
22	(Deposition concluded at 2:10 p.m.)
23	
24	

1	TESTIMONY			
2				
3	DEPONENT: DOROTHY J. ELTZROTH PAGE			
4	<u>IAOB</u>			
5	BY MR. WILSON			
6	DI MR. WILLSON			
7				
8	EXHIBITS			
9	ELTZROTH DEPOSITION EXHIBIT NO. MARKE			
10				
11	1 - A copy of a four-page document			
12	entitled, "Computer Sciences Corporation Annual Management Incentive Plan," dated April 2 1992			
13	April 2, 1983			
14	2 - A copy of a multi-page document entitled, "Code of Ethics and Standards			
15	of Conduct" 33			
16	3 - A copy of a five-page document Bates numbered D-10062 through D-10066			
17				
18	ERRATA SHEET/DEPONENT'S SIGNATURE PAGE 37			
19				
20	CERTIFICATE OF REPORTER PAGE 38			
21	PAGE 38			
22				
l				
23				
24				

WITH THE ERRATA SHEET

AFTER IT HAS BEEN

COMPLETED AND SIGNED

BY THE DEPONENT



#### CERTIFICATE OF REPORTER

STATE OF DELAWARE)

NEW CASTLE COUNTY)

I, Kimberly A. Hurley, Registered Professional Reporter and Notary Public, do hereby certify that there came before me on the 31st day of March, 2006, the deponent herein, DOROTHY J. ELTZROTH, who was duly sworn by me and thereafter examined by counsel for the respective parties; that the questions asked of said deponent and the answers given were taken down by me in Stenotype notes and thereafter transcribed by use of computer-aided transcription and computer printer under my direction.

I further certify that the foregoing is a true and correct transcript of the testimony given at said examination of said witness.

I further certify that I am not counsel, attorney, or relative of either party, or otherwise interested in the event of this suit.

Certification No. 126-RPR (Expires January 31, 2008)

DATED:

		•		Page 2
	1	A P P	EARANCES:	Fage 2
	2		TIMOTHY J. WILSON, ESQUIRE	
			Of Margolis Edelstein	
·	3		1509 Gilpin Avenue	
			Wilmington, DE 19806	
	4		Counsel for the Plaintiffs	
	5		JOHN GEANEY, ESQUIRE	
			Capehart Scatchard	
	6		Laurel Corporate Center, Suite 300	
			8000 Midlantic Drive	
	7		Mount Laurel, New Jersey 08054	
			Counsel for James Styles	
	8			
			LARRY R. SEEGULL, ESQUIRE	
	9		Of DLA Piper, Rudnick, Gray, Cary	*
			6225 Smith Avenue	
1	0		Baltimore, MD 21209	
				. 1

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		Page 3
1	INDEX	
2	WITNESS	PAGE
3	JAMES STYLES	
4	By Mr. Wilson	4
5	By Mr. Seegull	67
6		
7		
	EXHIBITS	
8		1
	NUMBER DESCRIPTION	PAGE
9		
	Styles-1 E-mails	51
10		
	Styles-2 GIS staff - by Grade	64
11		
	Styles-3 E-mails	64
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		

Page 4 1 JAMES STYLES, after having been first duly sworn, was examined and testified as 2 3 follows: EXAMINATION 4 BY MR. WILSON: 5 Good morning, Mr. Styles. My name 6 0. 7 is Tim Wilson, and I'm the attorney for the plaintiffs in the lawsuit Miller versus Computer 8 9 Initially, I want to go Sciences Corporation. over a few instructions, prior to starting the 10 deposition, just so the deposition goes smoother 11 and so you understand what's going to happen. 12 13 Uh-huh. Α. First, I'm going to be asking you 14 Ο. 15 questions pertaining to the lawsuit. And when you This is so the 16 respond, you must do so verbally. court reporter can -- can get an accurate record 17 and, you know, it's hard for her to take down 18 nonverbal communications. 19 20 I understand. Α. 21 Q. You've just been sworn in. you know, your testimony is under oath, so you 22 must answer truthfully just as if you were in 23 court. When I ask you a question and you respond 24

	1 age J
1	to that question, I'm going to assume that you
2	heard and understood it. If you don't hear a
- 3	question or don't understand it, please let me
4	know and I'll ask it again or explain it. Please
5	let me finish asking the question before you
6	answer, and I will extend the same courtesy to
7	you, and that, again, we can have a cleaner
8	transcript. If, at any time, you come to realize
9	that a statement you made is incorrect or
10	inaccurate, let me know, and you will be permitted
11	to clarify the record.
12	Under Delaware rules, you cannot
13	talk or confer with you attorney during deposition
14	either in here or during breaks, unless it
15	pertains to a matter of privilege, in which case
16	the attorneys will object and instruct you not to
17	answer?
18	A. What's a matter of privilege?
19	Q. A matter of privilege is
20	communications between you and your attorneys.
21	A. Okay.
22	Q. If, at any time, you need a break to
23	go to the rest room or for any other reason, let
24	me know and we'll take a break. Okay?

1	A.	Page 6 Un-huh.
2	Q.	Do you understand these
3	instructions?	
4	Α.	I do.
5	Q • .	Okay. Just like to get a little
6	background in:	formation before we start. Where
7	were you born	and what is your birth date?
8	Α.	I was born in Camden, New Jersey.
9	My birth date	is July 27, 1958.
10	Q.	And what is your Social Security
11	number?	
12	Α.	149-52-9824.
13	Q.	And your current address?
14	A.	Is 105-D Cherry Parke, P-a-r-k-e, in
15	Cherry Hill, 1	New Jersey.
16	Q.	And how long have you lived there?
17	Α.	Two months.
18	Q.	I assume you rent?
19	Α.	No, I own.
20	Q.	You own, okay. Sorry.
21		Have you ever been arrested?
22	Α.	No.
23	Q.	Did you serve in the military?
24	Α.	No, I did not.

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		Page 7
1	Q.	Did you go to college?
2	Α.	Yes, I did.
3	Q.	And where did you go?
4	Α.	La Salle.
5	Q.	Did you get a degree?
6	Α.	Yes.
7	Q.	And what's your degree in?
8	Α.	I have a bachelor of science in
9	business. I	have a MBA in HR and finance.
10	Q.	Is the MBA from
11	. А.	La Salle.
12	Q.	La Salle as well?
13	Α.	Yes.
14	Q.	Okay. Did you graduate with any
15	honors?	
16	Α.	Only my mom's.
17	Q.	Okay. As I understand it, you are
18	not presently	employed by CSC?
19	Α.	That is correct.
20	Q.	And when did you stop working for
21	CSC?	
22	Α.	March 17th, I believe, mid March, on
23	a Friday.	
24	Q.	2006?
l		ľ

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		Page 8
1	Α.	That is correct.
2	Q.	And where do you work now?
3	A.	With AstraZeneca, it's a
4	pharmaceutica	l company.
5	Q.	Where are you located, where is your
6	office locate	ed?
7	Α.	Wilmington, Delaware.
8	Q.	Right there on 202?
9	A.	Uh-huh, yes.
10	Q.	What's your title with AstraZeneca?
11	Α.	Director of leadership and team
12	development.	
13	Q.	When you did work for CSC, what was
14	your job titl	e, your most recent job title?
15	Α.	Director of human resources.
16	Q.	And how long did you hold that
17	title?	
18	A.	Started in September of 2002, so
19	that's three-	and-a-half years.
20	Q.	And what does the director of human
21	resources do?	
22	A.	It's the representative in the
23	conduit for p	eople-related processes. So
24	processes rel	ated to staffing, to communications,

Page 9 1 to benefits administration at a local level, succession planning, learning and development, 2 3 administrating compensation, so. Who did you report to? 4 Q. I had two people I reported to 5 Α. 6 because CSC is a matrix organization. I had a 7 solid line to Gus Siekierka, and then most And Tom took over for 8 recently to Tom Bailey. And I had the dotted line to Nick Wilkinson. 9 Gus. What does a solid line mean? 10 0. When you report to more than one 11 Α. person, you are ultimately accountable to one. I 12 mean, one person who does the hiring, firing, 13 promotions, is responsible for your performance, 14 for your advancement, those types of things. 15 that was -- when I left -- I guess I should just 16 pick a name, I mean. 17 When I left it was Tom Bailey, for the most part it was 18 19 Gus Siekierka. 20 And what does dotted line mean? 0. That you have some level of 21 Α. accountability, but Nick can't order me, for all 22 I quess the closest thing 23 intents and purposes. to describe it is that Nick would be somewhat of 24

1	my internal cli	Page 10 ent. So he can say, Jim, I'd like.
2,	these things, h	out ultimately he couldn't make me.
3	Q. (	Okay.
4	А. Е	But he could make my life miserable
5	if he wanted to	) <b>.</b>
6	Q. 3	ou said CSC is matrix a
7	organization, w	what does that mean?
8	A. 3	It's God, how do you describe a
9	matrix. I'll t	ry to describe it by describing a
10	formal organiza	ation. A formal organization is
11	more command ar	nd control. Where it starts from
12	the top and org	ganization spreads down
13	geometrically,	like a pyramid. So -
14	Q. (	okay.
15	Α	at the top you are pointing to
16	the next level,	the next level.
17		In a in a matrix organization,
18	you have some o	of that, but the people resources
19	are coming from	a a different direction. So in our
20	business unit,	for instance, technology management
21	group, the acco	ounting the account management
22	the people who	do the business strategy and the
23	implementation	of the strategy and the growing of
24	the business, s	sales marketing, finance, HR, all

	Page 11
1	those are in TMG.
2	But the people who perform the
3	functions like the network administrators, network
4	architects, the help desk employees, they don't
5	report in that chain. They're they're a pool
6	of resources that come to bare in the client
7	environment. So you have two organization
8	structures that come together. So that's the best
9	I can do. Frankly, it's very confusing, a matrix
10	organization. In fact, we we we say that
11	matrix organization is an oxymoron, because it's
12	it's it's a bit confusing.
13	Q. Okay. Prior to becoming director of
14	human resources, did you work for CSC then, as
15	well?
16	A. Yes.
17	Q. Okay. And what was your position
18	then?
19	A. Senior manager, human resource
20	development.
21	Q. And how long did you hold that
22	position?
23	A. I was in that group for 11 years. I
24	had started as a consultant in in that function

		Page 12
1	then progress	ed to senior consultant to manager to
2	senior manage	r, so.
3	Q.	When when you say consultant,
4	what does tha	t mean?
5	Α.	It's it's really more of a job
6	title. It's	to it's to indicate that I was an
7	individual co	ntributor.
8	Q.	Okay. So you were still a a CSC
9	employee when	you
10	A.	Oh, yes.
11	. Q.	worked as a consultant?
12	A.	Yes, yes. Yeah, it's more of a
13	title, I was	not a consultant to the company, I
14	was as an int	ernal resource.
15	Q.	Okay. And and what year did you
16	start working	for CSC?
17	A.	Started working for them in 19
18	January of 19	89.
19	Q.	'89?
20	A.	'89.
21	Q.	Okay. What did you do to prepare
22	for today's d	eposition?
23	Α.	Outside of of preparation
24	yesterday, no	thing really.

		Page 13
1	Q.	Did you meet with Mr. Seegull
2	A.	Yes.
3	Q.	or your attorney?
4	A.	Yes.
5	Q.	And when did you meet with them?
6	Α.	Last night.
. 7	Q.	Last night.
8		How long did you meet with them?
9	Α.	An hour. I'm I'm guessing on
10	that, sorry.	
11	Q.	Did you review any documents?
12	Α.	No.
13	Q.	Did you review any deposition
14	transcripts t	hat have been taken in this case?
15	Α.	No.
16	Q.	Did you talk to anybody other than
17	your attorney	s to prepare for this deposition?
18	Α.	No.
19	Q.	You talked to Dorothy Ellsroth about
20	this case, at	one point, correct?
21	А.	That is correct.
,22	Q.	And what did you discuss?
23	Α.	Actually, I don't remember. Don't
24	remember. I	I'm not I I would believe

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	Page 14
1	that Dot and I talked because I took over for Dot.
2	Dot was the director of human resources for this
3	business unit, and she moved onto something else
4	and I replaced her. So it wasn't uncommon for Dot
5	and I to talk about, you know, the business the
6	business of that space. We we talked about it
.7	on a fairly continuous basis.
8	Q. What business unit are you referring
9	to?
10	A. Chemical accounts.
11	Q. Do you recall when you last spoke to
12	Ms. Ellsroth about this case?
13	A. No. No. Sorry, I don't.
14	Q. Do you recall where you were when
15	you had this conversation?
16	A. I'd I'd assume in our in our
17	HR suite.
18	Q. Have you talked to anybody else in
19	general terms about the lawsuit?
20	A. No.
21	Q. Did you strike that.
22	Are you aware of the basis for this
23	lawsuit?
24	A. Yes, I am.

	Page 15
1	Q. And what's your understanding?
2	A. That there are 11 people that filed
3	a lawsuit because they felt it was unfair that
4	they were removed from AMIP it's an acronym,
5	A-M-I-P, it's a management incentive program
6	that they were removed from AMIP. They felt it
7	was unfair, so they're they're suing to to
8	get what they feel they should have gotten.
9	That's as I understand it.
10	Q. Do you have an understanding as to
11	why they feel it's unfair?
12	A. No.
13	Q. If I represented that they felt they
14	were being removed retroactively, would would
15	that would that sound correct to you?
16	A. Could you rephrase that. I don't
17	quite understand what you mean by that?
18	Q. If I represented that that they
19	allege that they were eligible for the program,
20	then they were formed informed that they were
21	ineligible back to a certain date, and their claim
22	is for that period in between, does that sound
23	A. I understand.
24	MR. SEEGULL: Let let me just say

	Page 16
1	something Tim. Maybe maybe the best thing to
2	do instead of asking about what they have alleged
3	or or not, why don't you just ask him what his
4	knowledge is. Focus on what he knows.
5	MR. WILSON: Okay. I I well,
6	I want to I want to I'm just trying to give
<b>7</b> .	him some guidance to see if if he does
8	understand what the what the lawsuit is about.
9	MR. SEEGULL: Well, he's given you
10	his his understanding.
11	MR. GEANEY: I think he said he
12	understands your question.
13	BY MR. WILSON:
14	Q. Does that sound familiar to you,
15	sir?
16	MR. SEEGULL: How how can it
17	sound familiar? He hasn't spoken to the
18	plaintiffs, what their understanding is.
19	MR. WILSON: I'm asking what his
20	understanding is.
21	MR. SEEGULL: Well, you asked him,
22	does that sound familiar, you didn't ask him what
23	his understanding is.
24	BY MR. WILSON:

		Page 17
1	Q.	Is that your understanding, sir?
2	A.	You have to go back to what it is
3	you are askir	ng me to understand, Tim. I don't
4	mean	
5		MR. WILSON: Okay.
6		THE WITNESS: to be purposely
7	difficult, I	I want to understand the question.
8	BY MR. WILSON	r <b>:</b>
9	Q.	I understand. By retroactive, I
10	mean the plai	ntiffs were allegedly eligible for
11	the AMIP prog	ram.
12	Α.	Okay.
13	Q.	They were informed that they were no
14	longer eligib	le.
15	Α.	Uh-huh.
16	Q.	But when they were informed, it
17	reverted back	to a previous date, when they
18	considered th	ey were eligible. Is that your
19	understanding	?
20	A.	That makes sense, yes.
21	Q.	When you were employed by CSC, did
22	you participa	te in the AMIP program?
23	· A.	I did.
24	Q.	So you have an understanding as to

	Page 18
1	what the program is?
2	A. Yes, I do.
3	Q. Can you tell me what your
4	understanding is?
5	A. As part, at a certain level in CSC
6	you're rewarded for your contribution to the
7	success of the business above and beyond your
8	salary and merit increases on a yearly basis.
9	There's an incentive compensation program. And in
10	CSC it's called AMIP. You're given targets, the
11	targets vary year to year. For the years that I
12	was in it, it was predominantly how the success of
13	the business, so it was revenue targets, operating
14	income targets, things like that. And at the end
15	of the year you see how you did against these
16	targets, and that's where your bonus came in.
17	Q. Okay. When you say you are rewarded
18	for your contribution, what do you mean by
19	contribution?
20	A. I believe that the philosophy of
21	AMIP is, and why it's given to people at a higher
22	level, is that your contribution, the contribution
23	that you make, is more apt to have an impact on
24	revenue growth, operating income, health and such.

Page 19
So as a way of engaging the the mind and the
actions of of the said employees to a
particular outcome, that's that's why something
like an AMIP exists, that's that's what they
want you to do.
Q. When does the contribution occur?
A. When I'm saying contribution, I mean
my individual contribution as an employee. It
occurs on a daily basis, I mean, every day I show
up I'm making a contribution.
Q. Is the AMIP program based on CSC's
fiscal year?
A. Yes.
Q. And is the fiscal year from
April 1st until March 31st of any particular year?
A. Loosely, yeah. I mean, it actually
isn't literally April 1st, it's it's the last
week in March. Sometimes that could be like
April 2nd, April 3rd, but its general knowledge is
that it's April 1st. I think that's a fair enough
statement.
Q. Okay. And and when you are
<del>-</del>
talking of contribution, does that contribution

		Page 20
1	A.	Yes, it does.
2	Q.	Were you involved in the transition
3	of DuPont emp	loyees to CSC in 1997?
4	A.	I was not.
5	Q.	Do you know how long CSC has had the
6	AMIP program?	
7	A.	For sure, no. My my guess is
8	it's been arou	und since the eighties. I mean, I
9	joined in '89	, I think it was there then.
10	Q.	Have you always been eligible for
11	AMIP?	
12	Α.	No.
13	Q.	When did you become eligible?
14	Α.	AMIP was when I started this the
15	job in Septemb	ber of 2002. I was on another
16	incentive pro	gram, it wasn't AMIP, though. It was
17	more like a d	iscretionary bonus, I guess, for
18	from '91 to 2	002. Started as a 10 percent and
19	somewhere near	r the end it switched to 20.
20	Q.	How would you receive the
21	discretionary	bonus?
22	Α.	Yearly, kind of the same way with
23	AMIP. And it	was is an objective-driven bonus,
24	same thing as	AMIP.

Page 21
Q. Were the objectives the same as
AMIP?
A. No, actually it wasn't. The the
objectives for the discretionary bonus that I was
in was all towards of pretty much my
performance. So there were things that Jim Styles
had to accomplish in a given year, and then at the
end of year we evaluated my individual performance
against the targets and a bonus was was given.
Q. So is it fair to say, the
discretionary bonus was based more upon your
individual objectives as opposed to business
objectives with AMIP.
A. That is correct.
Q. When the AMIP bonuses are
calculated, they input numbers from the business
from the the prior fiscal year, correct?
A. Oh, can you ask that again? I lost
you at the end.
Q. The the numbers that they use to
calculate the AMIP bonuses with respect to the
business objectives, those numbers come are
derived throughout the entire fiscal year,

objectives, the earnings for the entire fiscal

23

they used earnings for the company as one of the

	Page 23
1	year would not be calculated into into
2	determining if the individuals received their AMIP
3	bonus per that objective?
4	A. I'm sorry, Tim, I'm kind of losing
5	you.
6	Q. Yeah. If if income is one of the
7	objectives.
8	A. Okay. Operating income. Okay.
9	Q. Okay.
10	A. All right.
11	Q. Whenever they are at the end of the
12	year, whenever the numbers are calculated, do they
13	start collecting the data at whenever the targets
14	are set, or do they start collecting the data from
15	the beginning of the fiscal year?
16	A. What data being collected?
17	Q. The data that would go into the
18	operating income, the final numbers?
19	A. Well, they'd they would collect
20	operating income data on a continuous basis from
21	day one in the fiscal year. I mean, that's a
22	that's a continuous financial process. As it
23	relates to AMIP what happens early in the
24	fiscal year with AMIP is they'll determine what

24

Page 25 like 1.8 billion in revenue and our new target is 1 2 2.2 billion. That specific number doesn't come until months into the fiscal year, because it 3 takes them a while to kind of figure it out. 4 5 Q. Okay. So --But they -- but they know when the 6 Α. 7 fiscal year starts that the weight of average is going to be 40 percent of the weight of that is 8 It's not told until some 9 going to be on revenue. months go down that they say, well, the target 10 11 number is 2.2 billion. So when they are calculating revenue 12 Q. growth to see if you reach 2.2 billion, is that --13 does that start when the target is established or 14 does that start at the beginning of the fiscal 15 16 year? You don't know if you reached it 17 Α. 18 until the end of the fiscal year. I -- I understand that, but whenever 19 0. they -- whenever they're adding up all the revenue 20 21 growth to reach the final number, do they add all the numbers from the entire fiscal year? 22 I'm sorry, Tim, I -- I don't 23 Α. 24 understand your question.

•		Page 26
1 .	Q.	To arrive at the final number for
2	revenue growt	h
3	A.	To see if you got there.
4	Q.	Right.
5	Α.	Okay.
6	Q.	They have to input numbers, correct?
7 .	How okay.	Explain to me how you would arrive
8	at at the	final number for revenue growth?
9	·	MR. SEEGULL: I'm I'm going to
10	object. On t	he lack of foundation. I don't think
11	you establish	ed whether or not he had any
12	responsibilit	y for calculating AMIPs or coming up
13	with the weig	htings or targets or anything like
14	that.	
15		MR. WILSON: Well, he's he's
16	explained tha	t that he understands the how
17	the AMIP prog	ram works, and and based upon his
18	answer so far	, I think he has an understanding.
19	4	MR. SEEGULL: Objection. Lack of
20	foundation.	I don't think you've established what
21	his role was	in any of this.
22	BY MR. WILSON	· · · · · · · · · · · · · · · · · · ·
23	Q.	Do you understand how the final
24	numbers are c	alculated in AMIP?

Page 27 A. I'm going to oversimplify it, Tim.
I mean, accounting keeps track of revenue dollars.
We add it up at the end of the year, and that's
what our revenue dollars are.
Q. Okay.
A. I mean, it's an accounting function.
Q. Do you when it's added up at the
end of the year, do you know whether it's the time
period from which the numbers are gathered to add
it up?
A. If I'm understanding your question
correctly, I believe it takes 45 days for us to
close our books. So at the end of our fiscal year
it takes about 45 days to finish the accounting
processes, finish accounts payable, accounts
receivable, close accounts until you have final
final numbers.
Q. So are you saying the revenue growth
only comes from those 45 days?
A. No, no.
Q. What's the time period in which the
revenue growth is grown?
MR. SEEGULL: Objection. This is
speculative. He says he's it's an accounting

	D 00
1	Page 28 function. He doesn't, isn't in charge of, has
2	had no responsibilities for measuring revenue.
3	THE WITNESS: I think it's a fair
4	observation, Tim. I mean, I'm telling you
5	accounting principles and I, you know, the the
6	revenue growth is what it is, you know, it's we
7	generate revenue at the end of year. And that's
8	about the best I got for you.
9	BY MR. WILSON:
10	Q. So is it your testimony that that
11	you don't under that you have no knowledge of
12	the time period in which the data is collected to
13	come up with the final numbers?
14	MR. SEEGULL: Objection. He's given
15	you his knowledge, he's told you what he knows.
16	MR. WILSON: You can answer the
17	question.
18	THE WITNESS: Can you ask it again,
19	please?
20	BY MR. WILSON:
21	Q. Okay. Is it your testimony that you
22	have no knowledge as to the time period that the
23	numbers are collected to come up with the final
24	numbers for the AMIP?

	Page 29
1	MR. SEEGULL: I'm going to object.
2	He's he' s told you what his knowledge is. Mr.
3	Styles is a former employee, he has a limited
4	amount of time to give to this deposition. I
5	suggest we just move it along and focus on what
6	his role was.
7	MR. WILSON: Okay. You can answer
8	the question.
9	MR. SEEGULL: What his role was as
10	an HR person in implementation
11	MR. WILSON: Larry, you can object
12	to the form.
13	MR. SEEGULL: of this AMIP
14	provisions. I suggest we just move it along.
15	MR. GEANEY: You can answer.
16	MR. SEEGULL: You can answer if you
17	want to answer. Asked and answered, but go ahead.
18	THE WITNESS: I'm I'm sorry, each
19	time I I lose my train of thought. Can can
20	you ask again, even transcribe it. I had the
21	answer in my head. I'm losing it.
22	MR. WILSON: Can can you ask
23	can you read the question back, please.
24	(Pertinent portion of the record is

	Page 30
1	read as follows:
2	"QUESTION: Is it your testimony
3	that you have no knowledge as to the time period
4	that the numbers are collected to come up with the
5	final numbers for the AMIP?")
6	MR. SEEGULL: Same objection.
7 .	THE WITNESS: Okay. No. I do have
8	knowledge of that, and I but I believe that it
9	is 45 days, I don't know for sure, Tim. I'm not
10	in accounting, I'm not the finance guy. I'm
11	I'm the HR guy. You know, gathering the numbers
12	around what our revenue was and how we ended up
13	the year and all that is not in my domain. But as
14	an employee of 17, 18 years, you kind of learn
15	things. So does that
16	BY MR. WILSON:
17	Q. Okay. So it's only 45 days that
18	that the the
19	A. I believe.
20	Q. Okay. So why is the AMIP program
21	based on a fiscal year?
22	MR. SEEGULL: Objection, vague and
23	ambiguous.
24	THE WITNESS: I don't quite

1	Page 31 understand, Tim. It is based on the fiscal year.
2	BY MR. WILSON:
3	Q. Right. But but you're saying
4	that the data that they use to to award the
5	AMIP program only comes from the last 45 days of
6	the fiscal year?
7	MR. SEEGULL: Objection,
8	mischaracterizes his testimony.
9	THE WITNESS: Yeah, that's that's
10	not true, Tim.
11	BY MR. WILSON:
12	Q. Okay. Well, tell me your
13	understanding, then.
14	MR. SEEGULL: Objection. He's given
15	his understanding.
16	MR. WILSON: What his what he
17	told me was 45 days.
18	THE WITNESS: It takes it
19	takes forty
20	MR. SEEGULL: Objection. It
21	mischaracterizes his testimony. Go ahead, you can
22	answer again.
23	THE WITNESS: It takes 45 days in
24	order to get the final numbers, Tim. We're not

-	Page 32
1	measured on those last 45 days. At the end of the
2	fiscal year, say, March 31st, on March 31st, we
3	don't have all the numbers that says how we did in
4	the year. There's there's still bills to
5	collect. There's still bills to pay. There's
6	just processing. There's closing books in
. 7	accounting. And you don't know literally on
8	March 31st, we're not that sophisticated
9	information-technology-wise, nor is, I think, any
10	other company, to be able to say on March 31st,
11	literally here's all our numbers. It takes
12	literally 45 days to say, all right, let's get it
13	clear. It's in a personal level, it's like
14	writing checks and making deposits on a Friday and
15	you know literally on that Friday where you stand
16	totally financially, I mean, you don't. I mean,
17	you have to balance your checkbook and you have to
18	call Charles Schwab and get your statements and,
19	you know, do all this stuff. You don't literally
20	know on that last day.
21	So the AMIP is measured on the
22	fiscal year. And it's everything that's
23	transpired in the year. All we're saying about

the 45 days is from an accounting standpoint, it

24

1	takes them 45 days to get their stuff together so
2	they can give you an accurate, not only just AMIP,
3	it takes 45 days to close the books, so that they
4	can satisfy what they have to do at the FCC. You
5	know, we're a publically traded company, so,
6	financially, we have to do that due diligence.
7 .	That 45 days is something absolutely necessary to
8	give accurate information so we award our
9	earnings. You know, it's it's a necessity. It
10	has nothing to do with AMIP.
11	BY MR. WILSON:
12	Q. Do individuals who are participating
13	in the AMIP program, are they required to be in
14	the program during the fiscal year to receive
15	the to receive an AMIP bonus?
16	A. Yes.
17	Q. And a person who is in the who's
18	eligible for the program for six months, would
19	they wouldn't get a full share for a full fiscal
20	year, correct?
21	MR. SEEGULL: Objection.
22	BY MR. WILSON:
23	Q. I'll ask it again. A person who's
24	in the program for six months wouldn't get an AMIP

	Page 34
1	bonus for the calculated on the entire fiscal
2	year, correct?
3	MR. SEEGULL: Objection.
4	Speculation.
5	MR. WILSON: You can
6	MR. SEEGULL: Are you asking what
7	happened in this particular case with these people
8	that were removed from AMTP?
9	THE WITNESS: I could answer the
10	question hypothetically.
11	MR. WILSON: You can answer.
12	THE WITNESS: If somebody's promoted
13	mid year
14	MR. WILSON: Yes.
15	THE WITNESS: into an AMIP
16	eligible position and they were promoted into that
.17	role six months into the year, they would get a
18	six-month prorated bonus.
19	Does that answer your question?
20	BY MR. WILSON:
21	Q. Yes, sir. Thank you. And why
22	why is it that the bonus would be prorated?
23	A. Because they weren't performing in
24	that particular role for the established number of

l	•	
1	months.	Page 35
2	Q.	So does that mean they were
3	contributing	for six months, therefore, they would
4	receive six m	onths worth of bonus?
- 5	A.	In that hypothetical situation?
6	Q.	Yes.
7	Α.	Yes.
8	Q.	Participation in the program is
9	supposed to be	e evaluated annually, correct,
10	individual par	rticipation?
11	A.	That is policy.
12	Q.	When's the evaluation supposed to
13	occur?	
14	Α.	I don't know.
15	Q.	If someone is added to the program,
16	are they noti	fied immediately of their
17	eligibility?	
18	<b>A</b> .	Immediately, can I have some
ື 19	parameters on	that.
20	Q.	Within a couple of weeks?
21	Α.	Yes.
22	Q.	When you were became eligible for
23	the AMIP prog	ram, were you notified within a
24	couple of weel	ks?

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		Page 36
1	Α.	Yes.
, <b>2</b>	Q.	And once you are deemed eligible for
3	the AMIP bonu	s your participation continues until
4	you are notif	ied that you are no longer eligible
5	for the AMIP	program, correct?
6	Α.	Correct.
7	Q.	Is the AMIP program an entitlement
8	program?	
9	Α.	What do you consider an entitlement
10	program?	
11	Q.	Is it a a program that if you
12	achieve st	rike that. That's been asked and
13	answered.	
14	•	Is the AMIP bonus part of an
15	individual sa	lary?
16	Α.	No.
17	Q.	And what is it, if it's not salary?
18	Α.	It's incentive compensation. It's
19	additional co	ompensation. It's a it's a
20	strategy that	the terminology would be a a
21	total reward	strategy. A total reward strategy is
22	everything fr	om a remuneration standpoint that's
23	supposed to e	energize and engage an employee
24	towards the s	success of the business. So your

•	Page 37
1	salary, your merit increases, discretionary bonus,
2	your AMIP bonus, benefits, education assistance,
3	all those types of things, all that is considered
4	total reward strategy.
5	Q. Who is Gary Lewis? Do you know?
6	A. Yeah, I think Gary's in GTS,
7	Global the Newark regional center guy, I think.
8	Q. Does he hold a superior position to
9	you? Did he when you were employed at CSC?
10	A. He was in another part of the
11	matrix. I I think he was a director level. I
12	mean, if you are going by level in the
13	organization, we're the same. But, you know, I'm
14	the support function in HR and he's in operations,
15	so that operations people typically have more
16	weight than HR function.
17	Q. Okay.
18	A. So, sorry, Tim, I don't know how to
19	answer your question cleanly.
20	Q. You testified that that certain
21	objectives had to be meet met by the
22	individuals in order to receive the AMIP bonus.
23	A. Un-huh.
24	Q. In that regard is are AMIP

	Page 38
1	bonuses earned by the individuals?
2	MR. SEEGULL: Objection. For what
3	point in time?
4	MR. WILSON: Just in general.
5	MR. SEEGULL: Objection. Calls for
6	speculation, depends upon what happens.
7	MR. WILSON: You can answer the
8	question.
9	THE WITNESS: Can I hear it again,
10	please?
11	MR. WILSON: Can you read it back,
12	please?
13	(Pertinent portion of the record is
14	read back as follows:
15	"QUESTION: In that regard are AMIP
16	bonuses earned by the individuals?")
17	MR. SEEGULL: Same objection.
18	THE WITNESS: Yeah.
19	BY MR. WILSON:
20	Q. When you were eligible for the AMIP
21	bonus, was there ever a year that you did not
22	receive it?
23	A. No.
24	Q. Were you notified every year that
1	i i i i i i i i i i i i i i i i i i i

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	Page 39
1	you were eligible to receive it?
2	A. No. Well, read the question again?
3	MR. WILSON: Can you read it back,
4	please?
5	THE WITNESS: I don't mind if you
6	read it to me.
7	(Pertinent portion of the record is
8	read back as follows:
9	. "QUESTION: Were you notified every
10	year that you were eligible to receive it?")
11	THE WITNESS: No.
12	MR. WILSON:
13	Q. Are you aware that on September 11,
14	2003, there were a number of individuals removed
15	from the AMIP program?
16	A. Yes.
17	Q. And and how were you aware of
18	this?
19	A. It was something that was being
20	considered at a group level for, my memory's
21	sketchy, I'll say for a number of weeks, maybe
22	even a month or longer. And there were some
23	dialogue around it, amongst HR people, so we knew
24	it was being considered.

	Page 40
1	Q. Who were the decision makers?
2	A. I didn't
3	Q. On that issue?
4	A. Yeah, I don't know the decision
5	makers, all of the decision makers for sure. I
6	know at at least one would be Gus. Anybody
7	else beyond that, I'd be speculating.
8	Q. What's your understanding as to why
9	the individuals were removed from the program?
10	MR. SEEGULL: Objection. Calls for
11	speculation as to what was in Gus' mind.
12	MR. WILSON: I I asked him what
13	his understanding was.
14	MR. SEEGULL: His understanding of
15	what was in Gus' mind?
16	MR. WILSON: No, what his
17	understanding as to why they were removed from the
18	program.
19	MR. SEEGULL: He didn't make the
20	decision to remove them.
21	MR. WILSON: I'm asking what his
22	understanding was.
23	MR. SEEGULL: Go ahead, if you can
24	answer.

1	Page 41 THE WITNESS: My understanding is
2	that they were removed because the AMIP program's
3	original intent was to have people that are at a
4	particular level of contribution in the
5	organization. And it had gotten to the point
6	where people who didn't meet the criteria for
7	being an AMIP were to be removed.
8	MR. WILSON:
9	Q. Okay. Did you receive e-mails on
10	this topic, of the removal of the individuals?
11	A. I'm going to guess that I did, Tim,
12	but I don't remember. I don't recall.
13	Q. Are you aware of anybody raising any
14	concerns about removing these individuals from the
15	program?
16	A. Yes.
17	Q. Who?
18	A. Me.
19	Q. What was your concern?
20	A. My concern in general wasn't
21	necessarily for these 11 people, Tim. My concern
,22	in general is that we seemed to be implementing a
23	decision that was geared on the the purely
24	on the level that somebody had in terms of their

		Page 42
1	salary grade.	So I believe it was salary grade
2	level six and	above, if you were salary grade
3	level six and	above you were in AMIP. And if you
4	were salary g	rade five and below, you were out.
5	And it was fa	irly objective.
6		And my concern in doing that was
7	that there we:	re there were people in the
8	organization	that might not be up to a level six,
9	but could have	e a significant impact on the success
10	of the busines	ss. And to remove them from AMIP
11	could dis-ene	rgize, disengage these people. It
12	could tick the	em off, it could get them to a point
13	where, you kno	ow, they're speaking poorly about CSC
14	to our client	s. I mean, there was concerns along
15	those lines.	
16	Q.	Did you communicate this concern to
17	anybody?	
18	Α.	Yes.
19	Q.	To whom?
20	Α.	To Gus.
21	Q.	And what was his response?
22	Α.	I don't remember his exact response.
23	Q.	Did you communicate that to anybody
24	else?	

		Page 43
1	A.	Yes.
2	Q.	To whom?
3	Α.	Nick Wilkinson.
4	Q.	What was Nick's response?
5	Α.	I think Nick, well, I'd be
6	speculating.	His exact response, I don't
7 .	remember. I'	m inclined to believe he shared the
8	same opinion.	
9	Q.	As you?
10	Α.	Correct.
11	Q	Did anybody else did strike
12	that.	
13		Did you express the this concern
14	to anybody el	se?
15	A.	Probably.
16	Q.	Do you recall who?
17	A.	No.
18	Q.	To your knowledge, did anybody else
19	raise any con	icerns?
20	Α.	I don't know.
21	Q.	To your knowledge, did anybody raise
22	a concern tha	at the action was being done
23	retroactively	7?
24	Α.	Can you repeat the question, please.
l		

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		Page 44
1	Q.	To your knowledge, did anybody raise
2	a concern tha	t this action was being conducted
3	retroactively	?
4 ,	A.	By retroactive, you mean that what?
5	Q.	The the people were informed on
6	September 11,	2003.
. 7	A.	Uh-huh.
8	Q.	Yet the fiscal year started roughly
9	on April 1st?	
10	A.	I understand the question.
11	Q.	And they were informed that that
12	the action wa	s being taken retroactive to
13	April 1st?	
14	Α.	Yes.
15	Q.	Did anybody raise a an issue or a
16	concern that	the actions were being done
17	retroactively	7?
18	Α.	Yes.
19	Q.	And who was that?
20	Α.	Me.
21	Q.	What was your concern?
22	А.	My concern was that if we were to
23	remove somebo	ody from a program, that one of two
24	things really	should happen. If you're going to

- 19 Α. I don't remember, Tim.
- 20 to tell you, it was a very hot button, so I'm sure
- 21 there was a lot of dialogue around it.
- 22 don't remember who said what and who believed
- 23 what.
- 24 Q. Do you recall anybody raising the

•		Page 46
1	concern that	it may be illegal?
2	A.	No.
3	Q.	Were there any exceptions what
4	what you t	estified earlier that there was a
5	certain salar	y grade and below that there was
6	the people we	re were removed, and you said it
7	was fairly ob	jective. Were there any
8	exceptions	
9	A.	No.
10	Q.	made to this?
11	Α.	Not that I'm aware of.
12	Q.	Do you know who Robert Cardin is?
13	A.	I do not.
14	Q.	Do you recall what the final payout
15	percentage fo	r fiscal year 2004 was for the
16	chemical grou	p?
17	<b>A</b> .	I do not.
18	Q.	Did you have a conversation with
19	Karen Masino	following the September 11th decision
20	to remove the	se individuals?
21	Α.	I've talked to Karen after that in
22	different con	text, yes.
23	Q.	But not regarding the AMIP program?
24	Α.	If I did, I don't remember.

	Page 47
1	Q. I'd just like to ask you a few
2	questions about some documents.
3	A. Sure.
4	Q. When these individuals were notified
5	that they were no longer eligible for the AMIP
6	program, they became eligible for a discretionary
7	bonus program, correct?
8	A. That is correct.
9	Q. Can you tell me what that
10	discretionary program how that how that was
11	calculated for the individuals?
12	A. It doesn't have the the same
13	level of rigor as the AMIP. It's it's
14	literally discretionary, and the discretionary is
15	the emphasis on the manager's or supervisor's
16	discretion of whether they believed an individual
17	is making a contribution that is above and beyond
18	the call of duty, if you will. And that's what
19	the discretionary in discretionary bonus means.
20	I think it was a max of ten percent
21	maybe. No, no. It was a dollar figure. Maybe it
22	was 10,000, I I'm sorry, I'm losing this. I
23	think it was 10,000 was the max, Tim. And you
24	can't receive two, I mean, you can only be in one

	Page 48
1	bonus pool. So if you are in AMIP, you're not
2	entitled to discretionary bonus, and vice versus.
3	So these people were not AMIP, therefore, by
4	default they're entitled to being considered for
5	discretionary bonus.
6	Q. Was the discretionary bonus based
7	upon key result areas?
8	A. Correct.
9	Q. What are key result areas?
10	A. KRA, key result areas are, for lack
11	of a better term, the objectives that are set for
12	an individual for a coming year. Specifically,
13	it's meant to quantify as as as much as
14	possible and and make what's subjective
15	objective, so that you can measure at the end of
16	the given year, did this individual make a
17	demonstrative contribution to the success of the
18	business.
19	Q. Are the KRAs comparable to the
20	objectives in the AMIP program?
21	A. No.
22	Q. What's the difference?
23	A. The objectives in AMIP program, for
24	the most part, typically about 80 percent of your

	Page 49
1	bonus, 80 percent of whatever your percentage is.
2	So the weighted averaged of 80 percent is
3	typically the the business success. So how
4	how did your business do in terms of revenue? How
5	did your business do in terms of operating income?
6	How did it do in terms of margin? Whatever other
7	financial drivers are important. KRAs are more
8	I'll personalize it. So, for me, it might be that
9	I'm going to implement a town hall meeting and
10	make sure they're run on a quarterly basis. I'm
11	going to implement a learning and development
12	strategy which increases utilization of our
13	learning tools by 20 percent. So it's it's my
14	specific contribution, it's not how the business
15	does. But the reason they exist is believed there
16	is a link between me doing my job and the success
17	of the business.
18	Q. The you said that 80 percent of
19	AMIP bonus was was business success. What was
20	the other 20 percent?
21	A. The personal individual
22	contribution.
23	Q. So what
24	A. So it would be things like I just

	Page 50
1	just mentioned strike that.
2	It would be it could be things
3	like I just mentioned, could be other things.
4	Q. What other things?
5	A. Like, I think, in this year for
6	for my AMIP, I I don't know because I wasn't
7	there long enough to to to be in it this
8	year but I think there was something in there
<i>∞</i> 9	around making HR global because our our
10	business unit had did business in Europe and
11	Australia and such. So and our our business
12	leader, Tom Bailey, felt it was important to make
13	part of our AMIP targets in within that 20
14	weighted percentage, how well we're integrating.
15	So he kind of took ownership of what that last
16	20 percent looks like.
17	Q. Okay.
18	A. And that is his discretion to do
19	that.
20	Q. With respect to the 80 percent of
21	the AMIP bonus that is attributable to business
22	success
23	A. Un-huh.
24	Q the the individuals that were

1	Page 51 removed on September 11th, during the period
2	from from April 1st to September 11, 2003, were
3	they contributing to this business success?
4	A. Every employee is contributing to
. 5	the business success, so I'd I'd have to answer
6	that question yes, in that context.
7	(Exhibit Styles-1 marked for
8	identification.)
9	BY MR. WILSON:
10	Q. You've been handed what's been
11	marked as Styles-1, take your time and and
12	review that and I have a couple questions
13	regarding this document.
14	A. Okay.
15	Q. Mr. Styles, were you currently
16	copied strike that.
17	What is this document?
18	A. The entire thing?
19	Q. Yes.
20	A. The first two pages are an e-mail
21	from John Walker. John Walker is the director of
22	compensation for all of America's outsourcing,
23	that includes the business units, TMG, GIS, and
24	G G let me do it again. TMG, GTS, and GIS.
	· · · · · · · · · · · · · · · · · · ·

Those three business units together are what we
Marine Control of the
call America's outsourcing. John Walker is the
director of compensation for America outsourcing.
His boss and my boss, at the time, was
Gus Siekierka. So it's an e-mail from John to
Gus.
John is informing Gus that he sent
this e-mail out for wide distribution to one of
our three business units which is GIS. That's
infrastructure business, so it's all the help
desk, networks, that type of stuff. The first
person on the list is the president of GIS, which
is Russ Owen. And the rest of those people are
senior level players in that business unit.
They're all from the operations. The courtesy
copies are all HR people. So these are all folks,
for the most part, that support these business
folks. So John's informing Russ Owen, the
president of GIS, and Russ' director of courts, it
looks like, that the AMIP targets are being
established for that year.
Q. Okay. And you're carbon copied on
this e-mail, correct?
A. That is correct.

	Page 53
1	Q. Okay. Are there does the e-mail
2	indicate that there are attachments to the e-mail?
3	A. I believe so, yes. Yes.
4	Q. And are the attachments the third
5	through sixth pages of this exhibit?
6	A. I'd imagine they are, Tim, yes.
7	Q. I I'd like to direct your
8	attention to the third page.
9	A. Uh-huh.
10	Q. Can you tell me what this is?
11	A. Here's where they determined, start
12	to determine the weighted average of an
13	individual's goals for their AMIP. The levels
14	mean the levels down in the organization, so I'll
15	explain the rows. The management level, level
16	two, is one level down from a division president.
17	Level three is the next level down. Level four is
18	the next level down. Level five is the next level
19	down. So it's talking about layers in an
20	organization. Even though you're at a different
21	level you may have a different function, like
.22	direct reports where there is two rows for for
23	level two, one is direct reports to group
24	president and line of service leads and staff.

1 .	And they're separating here for GIS
2	from regional service delivery. So depending on
3	what specific nature of your role is, they start
4	saying, well, given the nature of your role where
5	should the weight of your targets be. So if you
6	are taking the first row, the the columns that
7	are marked financial targets, that's all the
8	things that are are business driving. EPS is
9	earnings per share. GIS, global financials, GIS
10	has targets for the year. ROI is return on
11	investment. I'm not sure why okay, subtotal
12	there, there's regional financial and regional
13	account eagle measures. Account eagle is an
14	internal reward of CSC. To earn an eagle means
15	your business unit achieved all its targets.
16	So what they are doing here is
17	establishing the weighted average. They don't
18	have the exact numbers yet, here at this point in
19	time, but they have the weighted average. So they
20	know the management level, level two, that reports
21	to group president and is in line of service lead
22	in staff. The weighted average of their AMIP is
23	going to be 20 percent on CSC's earnings per
24	share, 50 percent on GIS' global financials,

Page 55 1 10 percent on CSC's -- no, I don't know. Here I'm 2 not sure whether CSC or GIS is return on 3 investment, and so that' subtotal comes to 4 80 percent. So the 80 percent is the -- so for an 5 individual in that particular role, 80 percent of 6 their AMIP target is going to be on these 7 financial targets. You move towards the further --8 9 further down in terms of columns, now there's your 10 personal goals. So there is 20 percentage points 11 left, and they're dividing it for someone at this 12 level, 10 percent is going to be team oriented personal goals and 10 percent individual oriented 13 14 personal goals. 15 Q. Okay. 16 Α. And that's how you come up with, you 17 know, your full rated average of 100 percent. 18 What are team oriented Ο. Okay. 19 personal goals? 20 It could be -- it could be anything. Α. 21 I mean, it could be where a -- a business leader 22 says that we're all going to be responsible for 23 landing the air products account. You know, 24 there's -- there's not necessarily a financial

1	Page 56 target for that, but so it falls into something
2	that's more of a personal. It doesn't necessarily
3	mean the personal person. It may mean that it's
4	not one of the financial drivers. But it's
5	important to the success of the business. So
6	so a business leader might share that, well, let's
7	say, all right, for 10 percent of the AMIP bonus
8	is going to be contingent on us winning the air
9	products account.
10	Q. Okay. Could you briefly describe
11	what individual goal is?
12	A. It could be the, hypothetically
13	again, let say air products is is the target
14	that we're going to win for that year, and it
15	might be that I'm given the responsibility of
16	creating the effective an effective proposal on
17	the business and I have to have it done by X date.
18	Q. Okay. And at all levels, all the
19	the weighted averages for all the team personal
20	goals at all levels was 10 percent, correct?
21	A. That's what it looks like, yes.
22	Q. And for the individual personal
23	goals, the weighted average was 10 percent?
24	A. That's what it looks like, yes.